



Los Angeles Grand Avenue Authority



Board of Directors

Hon. Gloria Molina, Chair
Hon. Jan Perry, Vice Chair
William T Fujioka, Secretary
Cecilia V. Estolano
Dale Bonner, Ex Officio

MARCH 17, 2008 MINUTES

The twenty-third meeting of the Los Angeles Grand Avenue Authority was held March 17, 2008, at the Kenneth Hahn Hall of Administration, Room 374-A, 500 West Temple Street, Los Angeles, CA.

CALL TO ORDER

Chairperson Gloria Molina called the meeting to order at 10:07 a.m. The following Directors were present constituting a quorum of the Authority:

Gloria Molina, First District Supervisor, County of Los Angeles
William T Fujioka, Chief Executive Officer, County of Los Angeles
Jan Perry, Ninth District Councilmember, City of Los Angeles

APPROVAL OF THE FEBRUARY 25, 2008 MINUTES

On motion of Director Perry, seconded by Director Fujioka and unanimously carried, the Authority approved the February 25, 2008, minutes as submitted.

GRAND AVENUE PROJECT STATUS REPORT

Nelson Rising, Chair, Grand Avenue Committee, referenced proposed ownership restructuring requests by the developer. Mr. Rising reported that the Disposition and Development Agreement requires that any proposed changes in ownership of 25% or more, prior to the completion of construction, must be approved by both the CRA Board and the County Board of Supervisors before consideration and action by the Grand Avenue Authority. These Boards unanimously approved this request on March 6, and March 11, 2008, respectively.

DEVELOPER'S REQUEST FOR CONSENT TO A CHANGE IN THE OWNERSHIP STRUCTURE OF GRAND AVENUE LA, LLC

As similar recommendations had been before the County Board of Supervisors and the CRA/LA Board, Chairperson Molina confirmed that the Directors present were aware of the earlier agency actions relative to the Developer's request.

On motion of Director Perry, seconded by Director Fujioka and unanimously carried, the Authority approved the following recommendation of the Grand Avenue Committee for the Grand Avenue Project:

It is recommended that the Authority:

1. Consent to changes in the current ownership structure of Grand Avenue LA, LLC ("Developer") requested by the Developer for Phase I of the Project pursuant to Articles 9 and 15 the Disposition and Development Agreement ("DDA"), dated as of March 5, 2007, and the Phase I Ground Lease ("Ground Lease") also dated as March 5, 2007.
2. To implement the consent, authorize the Chair to execute the Consent Letter substantially in the form presented herein after approval as to form by Authority counsel, and delegate to the Grand Avenue Committee the authority to review the final Hotel LLC document after the transfer of the interest to Mandarin to confirm that there have been no material changes to the form of the Hotel LLC agreement that is the basis for the Consent Letter.
3. Request that the Grand Avenue Committee provide a status report to the Authority on the appropriate milestones of the Developer's completion of the authorized restructuring.

DISCUSSION OF FUTURE AGENDA ITEMS, DATE OF NEXT MEETING

Martha Welborne, Managing Director, Grand Avenue Committee, advised that the next regular Grand Avenue Authority meeting is scheduled on Monday, April 28, 2008.

PUBLIC COMMENT

There was none.

ADJOURNMENT

There being no further business, Chair Molina adjourned the meeting at 10:10 a.m.